LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6499 NOTE PREPARED: Dec 16, 2010

BILL NUMBER: HB 1368 BILL AMENDED:

SUBJECT: Beer Dealer Permits.

FIRST AUTHOR: Rep. Soliday BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL IMPACT: State & Local

 $\overline{\underline{X}}$ DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill allows the Alcohol and Tobacco Commission, without regard to the quota restrictions, to issue a beer dealer permit to a proprietor of a grocery store that:

- (1) owns at least 10 grocery stores;
- (2) employs at least 100 employees at the proprietor's grocery stores;
- (3) has annual gross revenue of at least \$50,000,000 from sales at the proprietor's grocery stores;
- (4) owns a company that has been headquartered in Indiana for at least 10 years; and
- (5) meets the other requirements to be eligible for a beer dealer permit. It also allows the Alcohol and Tobacco Commission to issue a beer dealer permit for each of the proprietor's grocery stores.

Effective Date: July 1, 2011.

Explanation of State Expenditures: Alcohol and Tobacco Commission (ATC): This bill could increase administrative expenditures for the ATC by requiring the ATC to amend rules governing issuance of beer dealer permits. ATC's existing level of resources should be sufficient.

Explanation of State Revenues: Permit Fees: This bill could increase permit fee revenues deposited in the state General Fund and the Enforcement and Administration Fund. The amount of the increase is indeterminable and will depend on the number of establishments that meet the criteria outlined in the bill. The fee for a beer dealer permit is \$500 per year. Revenue is deposited in the Excise Fund, and then redistributed 37% to the state General Fund, 33% to the general funds of cities, towns, and counties based on population, and 30% to the Enforcement and Administration Fund.

Explanation of Local Expenditures:

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Explanation of Local Revenues: See *Explanation of State Revenues*.

State Agencies Affected: ATC.

Local Agencies Affected:

Information Sources:

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